

Program Summaries

Budget Planning Assumptions

The 2007 King County Budget is built using the following assumptions:

Salaries. In 2007, reserves for salary and wage adjustments for COLA and merit are budgeted in each appropriation unit in the Current Expense fund. Non-Current Expense funds continue to hold salary and wage reserve accounts within each fund. These reserves provide funding for COLA, merit and step increases. For most county employees the COLA increase is 90% of the change in the September to September national consumer price index (CPI-W), with a floor of 2.00%. The 2007 COLA included in the Proposed Budget was projected to be 2.26%. Only after submission of the Executive Proposed Budget, did the actual Consumer Price Index (CPI) information become available. The updated CPI information necessitated decreasing COLA funding from the proposed level of 2.26% to 2.00% in the Adopted Budget. The contingencies also include reserves for merit, longevity increases, and other salary adjustments.

Medical Benefits. The county has a flexible benefit package which offers employees several options for coverage and providers. All of the benefit costs are accounted for in the Employee Benefits Fund, which then recovers its costs through a single standard monthly rate charged to agencies for each eligible employee. The standard rate charged in 2006 was \$982 per employee per month. The standard rate for the 2007 Budget is \$1,093 per employee per month, an 11.3 percent increase over 2006.

Internal Service Rates. The 2007 Budget includes significant increases in several internal service rates, including ITS Technology Services, Facilities Management Operations and Maintenance, and Motor Pool Rates.

Current Expense Underexpenditure. Prior to 1997, the Current Expense (CX) Financial Plan assumed a 1.00% underexpenditure rate. Beginning in 1997, the CX Financial Plan assumed a 1.50% underexpenditure rate which was increased to a 1.75% rate in 1998, 1999, 2000 and 2001. Beginning in 2002, the underexpenditure rate increased to 2.00%. In the 2007 Budget, 1.25% of the required underexpenditure has been reduced from CX operating budgets to more directly budget for assumed underexpenditure levels. A remaining central contra of 0.75% is held in the CX Financial Plan, for a total assumption of 2.00%. Departments are expected to manage their appropriations to achieve the underexpenditure.

Major Maintenance Reserve Fund. The 2007 Budget includes the transfer of \$4.8 million of revenues designated for the Sales Tax Reserve subfund to the Major Maintenance Reserve Fund and in support of the other CIP programs. The county's financial policies allow for expenditure from the Sales Tax Reserve Fund when the fund balance exceeds \$15 million. This balance was achieved in 1994.

BUDGET PLANNING ASSUMPTIONS

KING COUNTY Program Plan Areas

General Government

Provides services to King County legislative and administrative branches for the benefit of the public.

Assessments
Board of Appeals
Board of Ethics
Boundary Review Board
Cable Communications
Office of Civil Rights
Council Administration
Council Auditor
County Council
County Executive
Employee Benefits
Facilities Management
Finance and Business
Operations
Grants
Hearing Examiner
Human Resources
I-NET Operations
Information &
Telecommunications Services
Insurance/Risk Management
King County Civic Television
Membership and Dues
Office of Management & Budget
Office of the Executive
Office of Information Resources
Management
Ombudsman/Tax Advisor
Printing & Graphic Arts
Property Services
Records, Elections & Licensing
Services
Safety & Claims Management
State Auditor

Physical Environment

Provides services to achieve a high quality living environment for the community and the individual.

Airport
Development and
Environmental Services
DOT Director's Office
Equipment Repair &
Replacement
Geographic Information
Systems
InterCounty River
Improvement
Motor Pool
Natural Resources Admin.
Noxious Weed Control
One Percent for Arts
Parks & Recreation
Resource Lands & Open
Space
River Improvement
Roads Operating
Rural Drainage
Solid Waste Operating
Transit Operations
Waste Water Treatment
Water & Land Resources
Youth Sports Facility Grant

Health and Human Services

Provides services for the development and improvement in the welfare of the individual.

Children & Family Set Aside
Community Services
Cooperative Extension
Developmental Disabilities
Dislocated Worker
Emergency Medical Services
Environmental Health
Federal Housing &
Community Development
Local Hazardous Waste
Housing Opportunity Fund
Human Services Admin
Medical Examiner
Mental Health, Chemical
Abuse and Dependency Svc.
Public Health Pooling
Veterans' Services
Work Training Programs

Law Safety and Justice

Provides services for the security of persons and property, including those activities normally related to police services, the courts, and corrections facilities.

Adult & Juvenile Detention
AFIS
District Court
E-911
Emergency Management
Judicial Administration
Prosecuting Attorney
Public Defense
Radio Communications
Security Screeners
Sheriff's Office
Superior Court

Debt Service

Capital Improvement

BUDGET PLANNING ASSUMPTIONS

Summary Comparison of 2007 Appropriations by Program Category All Resources

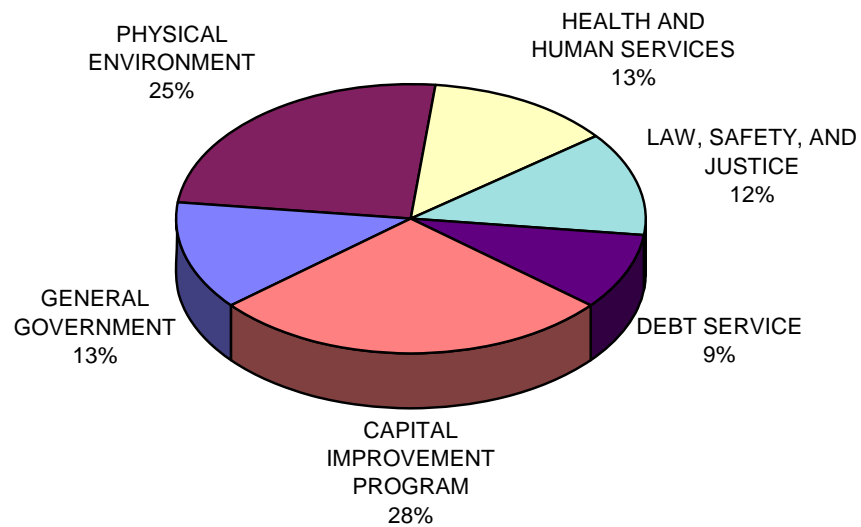
Program Category	2005 Adopted	2006 Adopted	2007 Adopted	2007 - 2006 \$ Change	% Change
General Government	431,576,420	474,059,816	503,855,916	29,796,100	6.3%
Physical Environment	760,861,114	886,823,149	953,079,285	66,256,136	7.5%
Health and Human Services	431,290,173	438,060,052	497,249,972	59,189,920	13.5%
Law, Safety and Justice	422,635,051	448,322,762	483,067,595	34,744,833	7.7%
Total Operating	2,046,362,757	2,247,265,779	2,437,252,768	189,986,989	8.5%
Debt Service	298,057,109	333,712,535	353,087,586	19,375,051	5.8%
Capital Improvement	941,770,848	723,865,453	1,066,805,896	342,940,443	47.4%
TOTAL	3,286,190,715	3,304,843,767	3,857,146,250	552,302,483	16.7%
Non-Categorized					
CX Fund Transfers	58,468,390	62,416,817	72,236,438		
Sales Tax Contingency	4,171,491	4,504,569	4,873,387		
Children and Family Services Double Count	7,440,673	7,697,620	7,764,298		
Roads and Airport Construction Transfer	33,966,583	33,504,722	40,799,968		
Risk Abatement	23,472,683	2,200,000	1,151,352		
Transit CIP Transfer to Operating	-	72,205,806	66,535,850		
Total Non-Categorized	127,519,820	182,529,534	193,361,293		
Grand Total	\$ 3,413,710,535	\$ 3,487,373,301	\$ 4,050,507,543		

Summary Comparison of 2007 Appropriations by Program Category Current Expense and General Fund

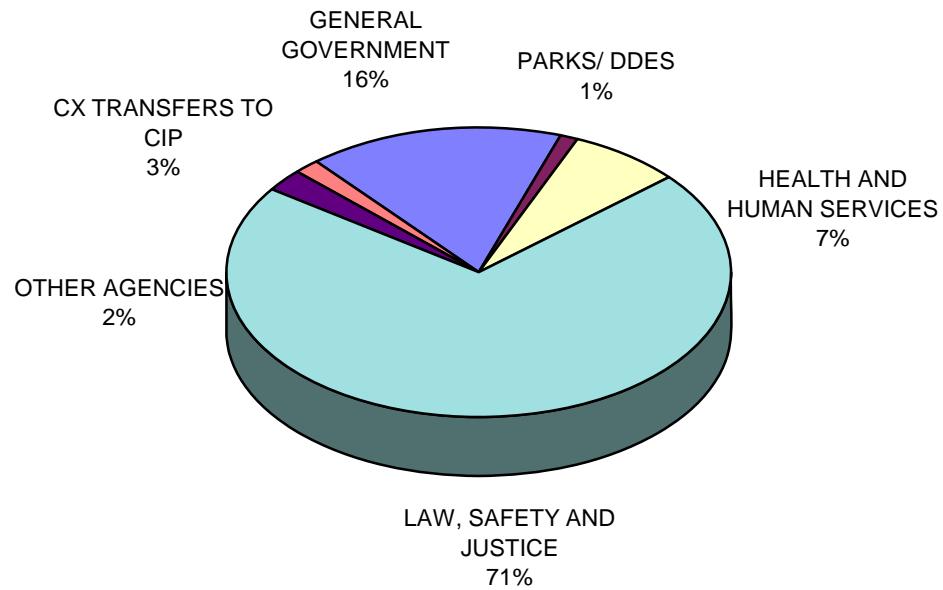
Program Category	2005 Adopted	2006 Adopted	2007 Adopted	2007 - 2006 \$ Change	% Change
General Government	84,342,797	89,847,282	101,727,928	11,880,646	13.2%
Parks/DDES	5,775,121	6,091,483	6,972,363	880,880	14.5%
Health and Human Services	34,013,755	41,299,591	45,510,313	4,210,722	10.2%
Law, Safety and Justice	384,695,154	414,088,386	441,059,858	26,971,472	6.5%
CX Transfers to CIP	17,253,088	14,035,012	15,895,540	1,860,528	13.3%
Other Agencies	10,670,986	12,305,442	10,885,413	(1,420,029)	(11.5%)
Total Current Expense*	536,750,901	577,667,196	622,051,415	44,384,219	7.7%
Subfunds to the General Fund					
Sales Tax Reserve Contingency	4,171,491	4,504,569	4,873,387	368,818	8.2%
Children and Families Set-Aside	19,984,454	21,248,246	21,825,288	577,042	2.7%
Inmate Welfare	1,201,285	1,338,011	931,134	(406,877)	(30.4%)
Total General Fund	\$ 562,108,131	\$ 604,758,022	\$ 649,681,224	\$ 44,923,202	7.4%

*The CX financial plan expenditures and this table reconcile by reducing the total CX fund amount by the double count of \$16,374,402 for the CX fund transfer to the Children and Families Set-Aside Fund. Also add in the CX underexpenditure amount of (\$4,443,444) for a total of \$601,233,569, which matches Current Expense financial plan expenditures. To reconcile to General Fund financial plan expenditures add in Children and Families Set-Aside and Inmate Welfare. Sales Tax contingency is ignored. Total General Fund Financial Plan and Pie Chart total is \$624 Million.

Distribution of 2007 Expenditures by Program Category
All Funds \$3.9 Billion



Distribution of 2007 Expenditures by Program Area
General Fund
\$624 Million

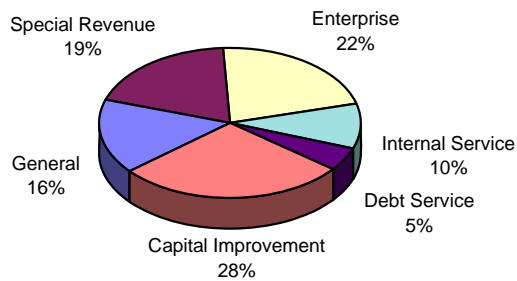


BUDGET PLANNING ASSUMPTIONS

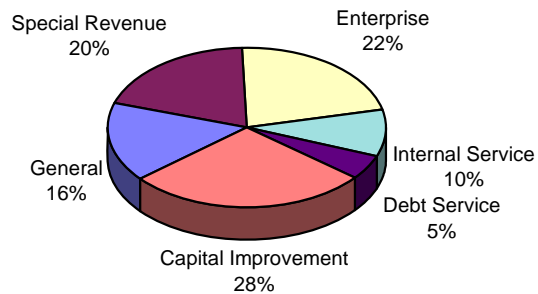
2007 Expenditures, Revenues and FTEs by Fund Type

Fund Type	Revenues		Expenditures		FTEs	
General	645,126,558	16%	649,681,224	16%	4,340	32%
Special Revenue	760,437,551	19%	793,062,103	20%	3,138	23%
Enterprise	868,820,404	22%	885,505,031	22%	4,987	38%
Internal Service	384,343,553	10%	384,887,237	10%	896	7%
Debt Service	192,977,429	5%	204,030,202	5%	-	0%
Capital Improvement	1,133,341,746	28%	1,133,341,746	28%	0	0%
Total All Funds	3,985,047,241		4,050,507,543		13,361	

Revenues



Expenditures



*Figures may not add to 100% due to rounding.